

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF MARTIN COUNTY WATER)	
DISTRICT NO. 1 FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY TO CONSTRUCT)	CASE NO.
AND RENOVATE ITS EXISTING RAW WATER)	93-224
INTAKE STRUCTURE AND PUMP STATION AND)	
OTHER APPURTENANCES AND APPROVAL OF)	
FINANCING PLAN)	

O R D E R

On June 24, 1993, Martin County Water District No. 1 ("Martin No. 1") filed an application for a Certificate of Public Convenience and Necessity to construct a waterworks improvement project and for approval of its plan of financing for this project. Project funding includes a \$407,690 grant from the Economic Development Administration ("EDA") and a \$345,675 Community Development Block Grant ("CDBG") from the U.S. Department of Housing and Urban Development ("HUD"). Martin No. 1 proposes to complete the entire project in phases. Currently, Martin No. 1 is only seeking a Certificate of Public Convenience and Necessity to construct and renovate its existing water intake structure, pump station and related appurtenances at a cost of \$108,059. This portion of the project will be funded with \$57,703 from the EDA grant, \$47,876 of the CDBG grant from HUD, and \$2,480 from Martin No. 1.

Martin No. 1's application was made pursuant to KRS 278.023 which requires the Commission to accept agreements between water districts and HUD and to issue the necessary order to implement the

terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum filing requirements were met in this case on July 26, 1993, KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. Martin No. 1 is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Martin No. 1's proposed plan of financing with HUD is accepted.

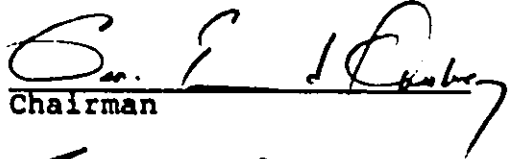
3. Martin No. 1 shall apply separately for a Certificate of Public Convenience and Necessity for other remaining phases of the project.

4. Martin No. 1 shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

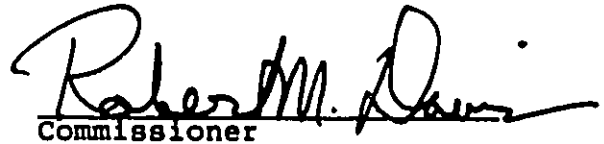
Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 5th day of August, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director